Senate Engrossed

## FILED JANICE K. BREWER SECRETARY OF STATE

State of Arizona Senate Forty-seventh Legislature Second Regular Session 2006

CHAPTER 45

## **SENATE BILL 1044**

AN ACT

AMENDING SECTION 9-511.01, ARIZONA REVISED STATUTES; RELATING TO WATER AND WASTEWATER SERVICE RATES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

- j -

18.

 Be it enacted by the Legislature of the State of Arizona:

Section 1. Section 9-511.01, Arizona Revised Statutes, is amended to read:

## 9-511.01. Water and wastewater business: rates: procedures

- A. A municipality engaging in a domestic water or wastewater business shall not increase any water or wastewater rate or rate component, fee or service charge without complying with the following:
- 1. Prepare a written report or supply data supporting the increased rate or rate component, fee or service charge. A copy of the report shall be made available to the public by filing a copy in the office of the clerk of the municipality governing board at least thirty days prior to BEFORE the public hearing described in paragraph 2 of this subsection.
- 2. Adopt a notice of intention by motion at a regular council meeting to increase water or wastewater rates or rate components, fee FEES or service charge CHARGES and set a date for a public hearing on the proposed increase which THAT shall be held not less than thirty days after adoption of the notice of intention. A copy of the notice of intention showing the date, time and place of such THE hearing shall be published one time in a newspaper of general circulation within the boundaries of the municipality not less than twenty days prior to BEFORE the public hearing date.
- B. After holding the public hearing, the governing body may adopt, by ordinance or resolution, the proposed rate or rate component, fee or service charge increase or any lesser increase.
- C. Notwithstanding section 19-142, subsection B, the increased rate or rate component, fee or service charge shall become effective thirty days after adoption of the ordinance or resolution.
- D. ANY PROPOSED WATER OR WASTEWATER RATE OR RATE COMPONENT, FEE OR SERVICE CHARGE ADJUSTMENT OR INCREASE SHALL BE JUST AND REASONABLE.
- E. RATES AND CHARGES DEMANDED OR RECEIVED BY MUNICIPALITIES FOR WATER AND WASTEWATER SERVICE SHALL BE JUST AND REASONABLE. EVERY UNJUST OR UNREASONABLE RATE OR CHARGE DEMANDED OR RECEIVED BY A MUNICIPALITY IS PROHIBITED AND UNLAWFUL.

APPROVED BY THE GOVERNOR APRIL 6, 2006.

FILED IN THE OFFICE OF THE SECRETARY OF STATE APRIL 6, 2006.

 $\ell_{|H}$